

**SUMNER COUNTY CASA, INC.  
COMPILED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
JUNE 30, 2007**

## TABLE OF CONTENTS

	<u>PAGE</u>
Accountants Compilation Report.....	3
FINANCIAL STATEMENTS:	
Statement of Financial Position.....	4
Statement of Activities.....	5
Statement of Functional Expenses.....	6
Statement of Cash Flows.....	7
Notes to Financial Statements.....	8-10

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To the Board of Directors  
Sumner County CASA, Inc.  
Gallatin, TN 37066

We have compiled the accompanying statement of financial position of Sumner County CASA, Inc. (a nonprofit corporation) as of June 30, 2007, and the related statements of activities, functional expenses, and cash flows for the year then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements, information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

*Carl A. Davis & Company*

Hendersonville, TN  
September 14, 2007

*Member*

**SUMNER COUNTY CASA, INC.**  
**COMPILED FINANCIAL STATEMENTS**  
**STATEMENT OF FINANCIAL POSITION**  
**JUNE 30, 2007**

ASSETS

Current Assets

Cash	\$ 62,987
Total Current Assets	<u>62,987</u>

Property and Equipment

Equipment, Furniture and Fixtures	20,672
Less: Accumulated depreciation	<u>(17,255)</u>
Net Property and Equipment	<u>3,417</u>
Total Assets	<u>\$ 66,404</u>

LIABILITIES AND NET ASSETS

<u>Current Liabilities</u>	\$ <u>0</u>
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Net Assets

Unrestricted	66,404
Temporarily Restricted	<u>0</u>
Total Liabilities and Net Assets	<u>\$ 66,404</u>

**SUMNER COUNTY CASA, INC.  
COMPILED FINANCIAL STATEMENTS  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2007**

**UNRESTRICTED NET ASSETS**

Unrestricted support:

City of Gallatin	\$ 5,500
City of Hendersonville	1,500
Sumner County	1,000
Fund Raising and Special Events, Net of \$3,746 Direct Costs	33,557
Contributions	23,911
Interest Income	1,749

Net restricted assets satisfied by payments:

Tennessee CASA	1,866
Memorial Foundation	25,000
National CASA	10,000
Tennessee Children's Services Commission	15,000
Tennessee Bar Foundation	3,750
United Way of Sumner County	18,200

**TOTAL UNRESTRICTED SUPPORT** 141,033

**EXPENSES**

Program services:

Financial assistance 112,445

Supporting services:

Management and general 24,086

**TOTAL EXPENSES** 136,531

**INCREASE IN UNRESTRICTED NET ASSETS** 4,500

**TEMPORARILY RESTRICTED NET ASSETS**

Net assets released from restrictions:

Restrictions satisfied by payments (1,866)

**DECREASE IN TEMPORARILY RESTRICTED  
NET ASSETS** (1,866)

**INCREASE IN NET ASSETS** 2,634

**NET ASSETS AT BEGINNING OF YEAR** 63,770

**NET ASSETS AT END OF YEAR** \$ 66,404

**SUMNER COUNTY CASA, INC.**  
**COMPILED FINANCIAL STATEMENTS**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED JUNE 30, 2007**

	<u>Program Services</u>	<u>Supporting Services</u> Management and <u>General</u>	<u>Fund-</u> <u>Raising</u>	<u>Total</u>
Salaries	\$ 80,734	\$ 9,478		\$ 90,212
Payroll Taxes	<u>6,144</u>	<u>755</u>		<u>6,899</u>
Total Salaries and Related Expenses	86,878	10,233		97,111
Accounting		800		800
Advertising	713			713
Bank Fees		517		517
Board Expenses		188		188
CASA Scholarship	740			740
Checking Expense		117		117
Criminal Checks	273			273
Dues and Subscriptions	209	66		275
Insurance	925	309		1,234
License and Fees		295		295
Miscellaneous		540		540
Occupancy	8,813	2,937		11,750
Other Administrative Expenses		35		35
Online	1,214			1,214
Postage	1,751	92		1,843
Printing	1,298	1,297		2,595
Repairs and Maintenance	1,225	408		1,633
Supplies	2,600	137		2,737
Telephone	2,914	154		3,068
Toy Chest Purchases		929		929
Training	2,499			2,499
Volunteer and Children Expenses	394			394
Volunteer Recognition	<u>          </u>	<u>3,434</u>	<u>          </u>	<u>3,434</u>
Total Expenses Before Depreciation	112,446	22,488		134,934
Depreciation of Furniture and Equipment	<u>          </u>	<u>1,599</u>	<u>          </u>	<u>1,599</u>
Total Expenses	<u>\$112,446</u>	<u>\$ 24,087</u>	<u>\$       </u>	<u>\$136,533</u>

See accountants compilation report and notes to financial statements.

**SUMNER COUNTY CASA, INC.**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2007**

<u>Cash Flows From Operating Activities</u>	
Increase (Decrease) in Net Assets	\$ 2,634
Adjustments to reconcile inease in net assets to net cash used by operating activities	
Depreciation	1,599
Decrease in Accounts Payable	<u>(895)</u>
Cash Flows Provided By Operating Activities	<u>3,068</u>
<u>Cash Flows from Investing Activities</u>	<u>-0-</u>
<u>Cash Flows from Financing Activities</u>	<u>-0-</u>
Net Increase (Decrease) in Cash and Cash Equivalents	3,068
Beginning Cash and Cash Equivalents	<u>59,649</u>
Ending Cash and Cash Equivalents	<u>\$62,987</u>

See accountants compilation report and notes to financial statements.

**SUMNER COUNTY CASA, INC.**  
**COMPILED FINANCIAL STATEMENTS**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2007**

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Nature of Activities

Sumner County CASA, Inc. trains and supervises volunteers who act as advocates for children involved in court proceedings primarily as a result of abuse and/or neglect.

The Board of Directors and management employees of the Organization acknowledge that, to the best of their ability, all assets received have been used for the purpose for which they were contributed, or have been accumulated to allow management to conduct the operations of the Organization as effectively and efficiently as possible.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from these estimates.

Income Taxes

The organization is a not-for-profit organization that is exempt from income taxes under section 501(c) (3) of the Internal Revenue Code.

Cash and Cash Equivalents

For purposes of the statements of cash flows, the Organization considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalent.

Basis of Accounting

The financial statements of the organization have been prepared on the accrual basis.



**SUMNER COUNTY CASA, INC.**  
**COMPILED FINANCIAL STATEMENTS**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2007**  
**(CONTINUED)**

Basis of Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, *Financial Statements of Not-for-Profit Organizations*. Under SFAS No.117, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Property and Equipment

Property and equipment are carried at cost or, if donated, at the approximate fair value at the date of donation. Depreciation is computed using the straight-line method over the estimated useful lives of the assets.

Revenue Recognition

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions.

Donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction, unless the restriction is met in the same reporting period as the contribution. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statement of Activities as net assets released from restrictions. When restrictions are met in the same reporting period as the contribution, the contribution is classified as unrestricted support.

Advertising Costs

All advertising costs are expensed as incurred.

Donated Materials

The basis of valuation of donated materials received is fair value, which is determined by communication with the organization that donated the materials.

**SUMNER COUNTY CASA, INC.**  
**COMPILED FINANCIAL STATEMENTS**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2007**  
**(CONTINUED)**

Donated Services

During the year ended June 30, 2007, the value of contributed services meeting the requirement for recognition in the financial statements was not material, and has not been recorded. In addition, many individuals volunteer their time and perform a variety of tasks that assist the Organization with their assistance programs.

**NOTE B - FUNCTIONAL ALLOCATION OF EXPENSES**

The costs of providing the various programs and activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the program and supporting services benefited.

**NOTE C - RENTAL AGREEMENT**

The organization leases office space for \$750 per month under an annual agreement with the option to renew upon the expiration of the lease.